

JOHN W. FLITTER DIRECTOR ELECTRIC & GAS REGULATION

March 1, 2010

Ms. Jocelyn Boyd Interim Chief Clerk and Administrator **Public Service Commission of South Carolina** Synergy Business Park, Saluda Building 101 Executive Center Drive Columbia, SC 29210

Re: Application of Duke Energy Carolinas, LLC for Authorization to Issue and Sell Securities

Pursuant to S.C. Code § 58-27-1720. Docket No. 2007-338-E

Dear Ms. Boyd:

The South Carolina Office of Regulatory Staff ("ORS") has been notified by Duke Energy Carolinas, LLC of its intent to seek authority from the Public Service Commission of South Carolina ("PSC") to issue two billion dollars in long-term debt and borrow against proceeds from sales of tax-exempt securities. This authority request is a renewal of previously granted authority under this docket, with the modifications discussed in ORS's letter to the PSC of July 24, 2009. Based on its review, ORS has no objection.

Sincerely,

John W. Flitter

JWF/dhc

cc: Dan F. Arnett, Chief of Staff, SC ORS

John Flitter/8A

Nanette Edwards, Chief Counsel and Director of Legal Services, SC ORS

Shannon Bowyer Hudson, Esquire, SC ORS

Jeffrey M. Nelson, Esquire, SC ORS

Robert T. Lucas III, Associate General Counsel, DEC

Dr. James Spearman, Executive Assistant to SCPSC